

CONNECTICUT PAYMENT INSTRUMENT/MONEY TRANSMISSION LICENSEE BOND

KNOW ALL MEN BY THESE PRESENTS

That we, _____, having a principal place of business in _____ County of _____ State of _____, as Principal, and _____ a surety company, having its principal place of business in _____ County of _____ State of _____,

duly authorized to do business in the state of Connecticut, as Surety, are held and firmly bound unto the Banking Commissioner of the State of Connecticut for the use of the people of the State and the Commissioner, as Obligees, in the penal sum of ☐ \$300,000 or ☐ \$500,000 or ☐ \$1,000,000 or ☐ _____ as required by the Commissioner based on the above-named Principal’s level of business and outstanding Connecticut payment instruments (**check the appropriate box**), for the payment of which penal sum the Principal and Surety do jointly and severally bind themselves, their heirs, executors, administrators, successors and assigns, and each and every of them firmly by these presents.

Signed, sealed and delivered this _____ day of _____ A.D., 20____.

THE CONDITION OF THIS OBLIGATION IS SUCH THAT WHEREAS, the above-named Principal has made application or renewal application to the Commissioner for a license to engage in the business of issuing Connecticut ☐ money orders ☐ travelers checks ☐ electronic payment instruments and/or ☐ engaging in the business of money transmission (**check all appropriate boxes**), pursuant to the provisions of Section 36a-598 of the Connecticut General Statutes, as may be amended, and any regulations adopted thereunder.

NOW, THEREFORE, if the above-named Principal shall faithfully perform the obligations of the Principal with respect to the receipt, handling, transmission or payment of money in connection with the sale and issuance of payment instruments or transmission of money, then this obligation shall be null and void; otherwise to remain in full force and effect.

This bond shall cover claims that arise during the period the above-named Principal’s license to engage in the business of issuing Connecticut payment instruments or engage in the business of money transmission remains in full force and effect and for two years after it has been surrendered, revoked or suspended or has expired.

Notwithstanding the above, the Commissioner may proceed on such bond against the above-named Principal or Surety, or both, to collect any civil penalty imposed upon the Principal pursuant to subsection (a) of Section 36a-50 of the Connecticut General Statutes, as may be amended.

Further, in no event shall the aggregate liability under the bond exceed the penal sum of the bond.

IN WITNESS WHEREOF, the said _____ **(Principal)** has hereunto set his, her, its hand and seal and the said _____ **(Surety)** has caused this instrument to be signed by its _____ and its corporate seal to be hereunto affixed, the day and year first written.

Witness as to Principal

_____ **By:** _____ **(L S)**
(Principal)

Witness as to Surety

_____ **By:** _____ **(L S)**
(Surety)



State of Connecticut
Department of Banking
Consumer Credit Division
260 Constitution Plaza, Hartford, CT 06103



Licensee: _____

SURETY BOND CALCULATION

For applicants for a license and licensees engaged in the business of issuing Connecticut Payment Instruments (“CPI”), including Electronic Payment Instruments (“EPI”), the required minimum bond is based on the average daily balance of outstanding CPI’s during the two previous reporting quarters. In the space below, please indicate the average daily balance of outstanding Connecticut Payment Instruments, in dollars, for the respective quarters.

Quarter ending: September 30, 2005 _____

December 31, 2005 _____

Two-quarter average _____

For applicants for a license and licensees that engage in the business of money transmission, the required minimum bond is based on the average weekly amount of money or equivalent thereof transmitted during the two previous reporting quarters. In the space below, please indicate the average weekly amount of money or equivalent thereof transmitted by your company.

Quarter ending: September 30, 2005 _____

December 31, 2005 _____

Two-quarter average _____

Sec. 36a-602. (Formerly Sec. 36-538). Surety bond or investments required.

Authority of commissioner to proceed on bond. (a) As a condition for the issuance and retention of the license, applicants for a license and licensees shall file with the commissioner a surety bond, the form of which shall be approved by the Attorney General, issued by a bonding company or insurance company authorized to do business in this state. The bond shall be in favor of the commissioner, cover claims that arise during the period the license remains in full force and effect and the succeeding two years after such license has been surrendered, revoked or suspended or has expired, in accordance with the provisions of sections 36a-595 to 36a-610, inclusive, and be in the principal sum of (1) three hundred thousand dollars for any applicant and any licensee that engages in the business of issuing Connecticut payment instruments with an average daily balance of outstanding Connecticut payment instruments during the two previous reporting quarters of three hundred thousand dollars or less or any licensee that engages in the business of money transmission with an average weekly amount of money or monetary value received or transmitted, whichever amount is greater, during the two previous reporting quarters of one hundred fifty thousand dollars or less; (2) five hundred thousand dollars for any licensee that engages in the business of issuing Connecticut payment instruments with an average daily balance of outstanding Connecticut payment instruments during the two previous reporting quarters of greater than three hundred thousand dollars but less than five hundred thousand dollars or any licensee that engages in the business of money transmission with an average weekly amount of money or monetary value received or transmitted, whichever amount is greater, during the two previous reporting quarters of greater than one hundred fifty thousand dollars but less than two hundred fifty thousand dollars; and (3) one million dollars for any licensee that engages in the business of issuing Connecticut payment instruments with an average daily balance of outstanding Connecticut payment instruments during the two previous reporting quarters equal to or greater than five hundred thousand dollars or any licensee that engages in the business of money transmission with an average weekly amount of money or monetary value received or transmitted, whichever amount is greater, during the two previous reporting quarters of two hundred fifty thousand dollars or greater.